

FISCAL NOTE

SB 3363 - HB 3306

January 24, 2008

SUMMARY OF BILL: Requires municipalities to obtain an independent appraisal of the fair market value of real property to be acquired before purchasing such property.

ESTIMATED FISCAL IMPACT:

Increase Local Gov't. Expenditures* – Exceeds \$100,000

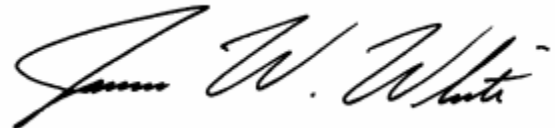
Assumptions:

- Currently, municipalities do not obtain appraisals on all property before purchasing.
- At least 400 parcels of real property will need to be appraised each year. According to MTAS, each appraisal will cost approximately \$250. Thus the cost to local governments will exceed \$100,000 (400 x \$250 = \$100,000).

**Article II, Section 24 of the Tennessee Constitution provides that: no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

/kmc